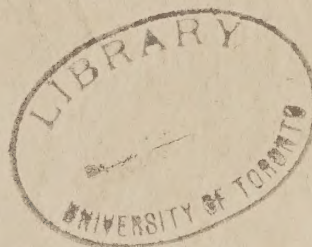


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ROYAL COMMISSION ON THE TEXTILE INDUSTRY

DOMINION TEXTILE COMPANY LIMITED

STATEMENT AS TO INVESTED CAPITAL, INCLUDING FUNDED
DEBT AND EARNINGS THEREON

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CLARKSON, GORDON, DILWORTH & NASH
CHARTERED ACCOUNTANTS
TORONTO, CANADA



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ROYAL COMMISSION ON THE TEXTILE INDUSTRY

DOMINION TEXTILE COMPANY LIMITED

STATEMENT AS TO INVESTED CAPITAL (INCLUDING FUNDED DEBT) AND EARNINGS THEREON
AS TAKEN FROM THE BOOKS OF THE COMPANY AND THE ANSWERS TO THE QUESTIONNAIRE
AND ADJUSTED TO ELIMINATE CONSIDERATION FOR COMMON SHARES NOT
REPRESENTED BY TANGIBLE ASSETS

Year	Funded Debt	Preferred shares	Common Shares (Tangible consideration only)	Accumulated Surplus	x Reserves	Total invested including funded debt (cost basis)	Earnings on invested capital adjusted for fluctuation in reserves	Ratio of earnings to invested capital
1906	\$3,450,008.33	\$1,854,396.67	\$2,594,721.81	\$ 117,594.85	\$	\$ 8,016,721.66	\$ 499,076.62	6.23%
1907	3,461,916.67	1,858,088.33	2,594,721.81	403,594.06		8,318,320.86	597,126.85	7.18
1908	3,461,916.67	1,858,088.33	2,594,721.81	447,994.91		8,362,721.72	602,362.86	7.20
1909	3,461,916.67	1,858,113.33	2,594,721.81	457,173.28		8,371,925.09	567,143.62	6.77
1910	3,490,275.00	1,859,030.00	2,594,721.81	492,905.59		8,436,932.40	593,948.10	7.04
1911	3,627,275.00	1,859,030.00	2,594,721.81	530,011.29	500,000.00	9,111,038.10	1,105,124.20	12.13
1912	3,632,666.67	1,864,373.33	2,594,721.81	630,235.66	700,000.00	9,421,997.47	868,864.25	9.22
1913	3,687,800.00	1,911,000.00	2,594,721.81	779,958.92	1,000,000.00	9,973,480.73	1,045,404.84	10.48
1914	3,701,500.00	1,924,700.00	2,594,721.81	829,379.65	500,000.00	9,550,301.46	176,213.23	1.85
1915	3,697,773.00	1,925,975.00	2,594,721.81	881,926.30	500,000.00	9,600,398.11	679,765.02	7.08
1916	3,690,275.00	1,925,975.00	2,594,721.81	1,093,534.44	500,000.00	9,804,506.25	838,984.64	8.56
1917	7,397,500.00	1,940,600.00	2,594,721.81	1,444,166.91	500,000.00	13,676,988.72	1,034,504.72	7.45
1918	7,390,000.00	1,940,600.00	2,594,721.81	2,189,194.98	500,094.77	14,614,611.56	1,646,689.84	11.27
1919	7,382,500.00	1,940,600.00	2,594,721.81	3,349,083.06	1,675,694.77	16,842,599.64	3,187,115.08	18.92
1920	8,875,000.00	1,940,600.00	2,594,721.81	4,083,044.52	1,899,013.42	18,762,379.75	1,431,407.11	7.63
1921	8,467,500.00	1,940,600.00	2,594,721.81	4,636,591.63	1,328,705.07	18,968,118.51	1,755,103.26	9.25
1922	9,000,000.00	1,940,600.00	2,594,721.81	5,007,700.57	1,877,655.26	20,420,677.64	2,156,235.61	10.56
1923	7,065,000.00	1,940,600.00	2,594,721.81	5,329,910.61	1,875,694.77	21,335,927.09	1,600,794.41	7.50
1924	6,339,250.00	1,940,600.00	2,594,721.81	5,390,002.90	1,992,247.20	21,356,821.91	1,616,944.70	7.57
1925	5,172,000.00	1,940,600.00	2,594,721.81	5,665,017.16	1,890,684.87	19,763,223.84	1,617,922.46	8.19
1926	5,172,000.00	1,940,600.00	2,594,721.81	5,999,163.73	1,892,247.20	20,098,732.74	1,904,670.90	9.49
1927	5,172,000.00	1,940,600.00	2,594,721.81	6,329,387.60	2,697,247.20	21,334,556.61	2,806,985.87	13.16
1928	5,172,000.00	1,940,600.00	2,594,721.81	6,862,658.82	2,697,247.20	21,667,227.83	1,903,835.22	8.79
1929	5,112,000.00	1,940,600.00	2,594,721.81	7,211,414.71	2,615,247.20	25,348,983.72	1,991,667.69	7.86
1930	5,049,000.00	1,940,600.00	2,594,721.81	7,498,035.29	2,697,247.20	25,554,604.30	2,068,781.33	8.06
1931	4,982,000.00	1,940,600.00	2,594,721.81	7,515,551.55	2,697,247.20	25,505,120.54	1,803,955.24	7.07
1932	4,912,000.00	1,940,600.00	2,594,721.81	7,365,265.95	2,697,247.20	25,282,834.94	1,630,025.40	6.45
1933	4,837,000.00	1,940,600.00	2,594,721.81	5,567,122.93	2,360,364.84	23,174,809.58	322,588.36	1.39
1934	4,788,000.00	1,940,600.00	2,594,721.81	6,013,595.90	2,416,697.43	23,598,615.14	2,006,102.56	8.50
1935	4,600,000.00	1,940,600.00	2,594,721.81	6,825,875.99	2,236,455.17	22,971,652.87	1,392,934.75	6.64
1936	4,487,000.00	1,940,600.00	2,594,721.81	5,383,422.74	2,179,473.67	22,440,218.22	1,196,799.60	5.34
Average	5,199,190.16	1,919,703.26	4,594,721.81	3,727,068.27	1,394,379.09	16,835,065.45	1,354,770.83	8.05

x Note: Sundry reserves appearing on books including raw cotton reserve, investment reserve, contingent reserve, etc.

ROYAL COMMISSION ON THE TEXTILE INDUSTRY

DOMINION TEXTILE COMPANY LIMITED

STATEMENT SHOWING EARNINGS ON INVESTED CAPITAL (INCLUDING FUNDED DEBT)
AND ADJUSTMENTS THERE TO, TAKEN FROM THE COMPANY'S RECORDS

<u>Year</u>	<u>Bond Interest</u>	<u>Net earnings available for dividends</u>	<u>Additional deductions due to variations in reserves</u>	<u>Losses charged to surplus</u>	<u>Adjusted earnings on invested capital (including funded debt)</u>
1906 \$	219,514.02	\$ 279,562.60			\$ 499,076.62
1907	180,792.84	416,334.01			597,126.85
1908	177,895.00	424,467.86			602,362.86
1909	177,896.50	389,247.12			567,143.62
1910	178,078.77	415,869.33			593,948.10
1911	187,881.50	417,242.70	\$ 500,000.00		1,105,124.20
1912	188,154.91	480,709.34	200,000.00		868,864.25
1913	189,285.83	556,119.01	300,000.00		1,045,404.84
1914	192,138.75	484,074.48	500,000.00		176,213.23
1915	192,346.50	487,416.52			679,763.02
1916	192,556.50	646,428.14			838,984.64
1917	248,541.25	785,963.47			1,034,504.72
1918	415,725.00	1,230,870.07	94.77		1,646,689.84
1919	415,785.00	1,695,730.08	1,075,600.00		3,187,115.08
1920	468,285.00	1,239,803.46	276,631.35		1,431,407.11
1921	506,022.50	1,219,389.11	29,691.65		1,755,103.26
1922	500,334.48	1,106,950.94	548,950.19		2,156,235.61
1923	443,999.96	1,158,854.94	1,960.49		1,600,794.41
1924	434,457.88	1,065,934.39	116,552.43		1,616,944.70
1925	408,428.53	1,310,856.26	101,362.33		1,617,922.46
1926	310,320.00	1,594,988.57	1,362.33		1,906,670.90
1927	310,320.00	1,791,665.87	705,000.00		2,806,985.87
1928	310,320.00	1,593,513.22			1,903,833.22
1929	308,220.00	1,665,447.89	18,000.00		1,991,667.89
1930	304,515.00	1,772,266.33	18,000.00		2,058,781.33
1931	300,595.00	1,503,358.24			1,803,953.24
1932	296,470.00	1,333,556.40			1,630,026.40
1933	292,095.00	622,199.00	236,882.36	\$1,000,000.00	322,588.36
1934	287,455.00	1,822,437.82	56,332.59	160,122.85	2,006,102.56
1935	276,075.00	1,298,121.99	181,262.26		1,392,934.73
1936	201,371.25	1,053,388.85	55,961.50		1,198,799.60

ROYAL COMMISSION ON THE TEXTILE INDUSTRY

DOMINION TEXTILE COMPANY LIMITED

STATEMENT AS TO EARNINGS AND CAPITAL INVESTMENT (INCLUDING FUNDED DEBT)
INCLUDING ADDITIONS TO FIXED ASSET VALUES RESULTING FROM THE 1920 APPRAISAL

Year	Total invested capital including funded debt (cost basis)	Portion of increase in values indicated by 1920 appraisal subsequently capitalized	Years 1920 to 1936		Ratio of adjusted earnings to indicated value of investment %
			Total value of investment as reflected by capital structure	Earnings on invested capital adjusted for fluctuation in reserves	
1920	\$18,762,379.75	\$ 9,837,219.03	\$28,599,598.78	\$ 1,431,407.11	5.00
1921	18,968,118.51	9,837,219.03	28,805,337.54	1,755,103.26	6.09
1922	20,420,677.64	9,837,219.03	30,257,896.67	2,156,235.61	7.13
1923	21,335,927.09	9,837,219.03	31,173,146.12	1,600,794.41	5.14
1924	21,356,821.91	9,837,219.03	31,194,040.94	1,616,944.70	5.18
1925	19,763,223.84	9,837,219.03	29,600,442.87	1,617,922.46	5.47
1926	20,098,732.74	9,837,219.03 +	29,935,951.77	1,906,670.90	6.37
1927	21,334,556.61	9,837,219.03	31,171,775.64	2,806,985.87	9.00
1928	21,667,227.83	9,837,219.03	31,504,446.86	1,903,833.22	6.04
1929	25,348,983.72	9,837,219.03	35,186,202.75	1,991,667.89	5.66
1930	23,554,604.30	9,837,219.03	35,391,823.33	2,058,781.35	5.82
1931	25,505,120.54	9,837,219.03	35,342,339.57	1,803,953.24	5.10
1932	25,282,834.94	9,837,219.03	35,120,053.97	1,630,026.40	4.64
1933	23,174,809.58	9,837,219.03	33,012,028.61	322,588.36	.98
1934	23,598,615.14	9,837,219.03	33,435,834.17	2,006,102.56	5.60
1935	22,971,632.87	9,837,219.03	32,808,851.90	1,392,934.73	4.25
1936	22,440,218.22	9,837,219.03	32,277,437.25	1,198,799.60	3.71
Average -	\$22,210,652.07	\$ 9,837,219.03	\$32,048,071.10	\$ 1,679,739.11	5.24%

